Loans given to Builders by Vaish Co-Operative Adarsh Bank, Delhi

3283. SHRI O. P. KOHLI: Will the Minister of FINIANCE be pleased to state:

(a) what are the aims and objectives of the Cooperative Banks;

(b) whether giving loans to builders is one such objectives;

(c) if not, how many builders were given loans by the Vaish Cooperative Adarsh Bank, Delhi during the last three years;

(d) what action Government proposad to take in the matter; and

(e) what steps are envisaged to be taken to check the violations going on in the Banks?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI M. V. CHANDRASHEKARA MURTHY): (a) to (e) Information is being collected and to the extent available will be laid on the Table of the House.

Dues of public Sector Banks from borrowers

3284. SHRI O. P. KOHLI: Will the Minister of FINANCE be pleased to state:

(a) the amount of overdues of public sector banks due from the borrowers, bank-wise; and

(b) the steps taken to realise the outstanding loans?

THE MINISTER OF STATE IN THE MINISTRY OF FINANCE (SHRI M. V. CHANDRASHEKARA MURTHY): (a) The amount of overdues of each public sector banks as on 31.3.1993 is indicated in the Statement. See below

(b) One of the obligations/commitments under the Memorandum of Understanding (MOU) executed between the banks and the Reserve Bank of India (RBI) was to set up a recovery cell at Head Office under the charge of a General Manager to monitor the recovery of non-performing assets by respective banks. Most of the banks have accordingly set up recovery cell at the Head Office. It has been agreed by the nationalised banks that branch-wise recovery targets would be fixed. The Chairmen & Managing Directors of nationalised banks would review the recovery performance on a monthly basis and the board of directors would review the same on a quarterly basis. The reduction of non-performing assets is also commented upon in the inspection reports of RBI and monitored. The need for better recovery performance is also emphasised at the time of discussions of the Chairmen of banks with the top management of RBI on inspection findings.

Normally, banks, after exhausting all avenues of recovery, file suits for recovery. The setting up of Debt Recovery Tribunals is expected to improv the recovery performance of banks.

Statement

Overdues—Public Sector Banks (as on 31st March 1993)

Name of the Bank	Amount of overdues (Rs. lakh)
1. State Bank of India	305798
2. State Bank of Bikaner & Jaipur . . .	23000
3. State Bank of Hyderabad	22660
4. State Bank of Patiala	8153
5. State Bank of Mysore	20350
6. State Bank of Saurashtra .	6891